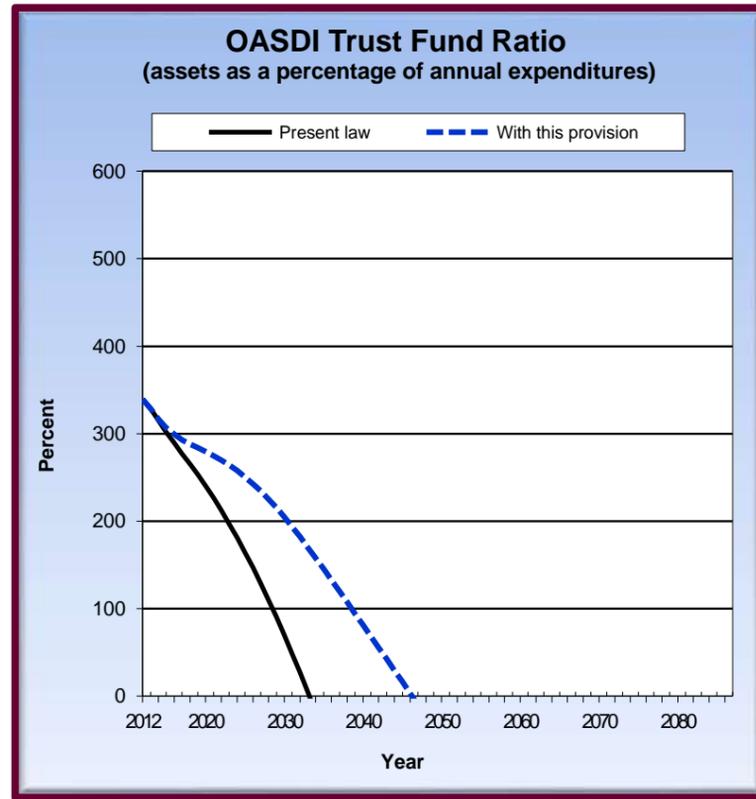
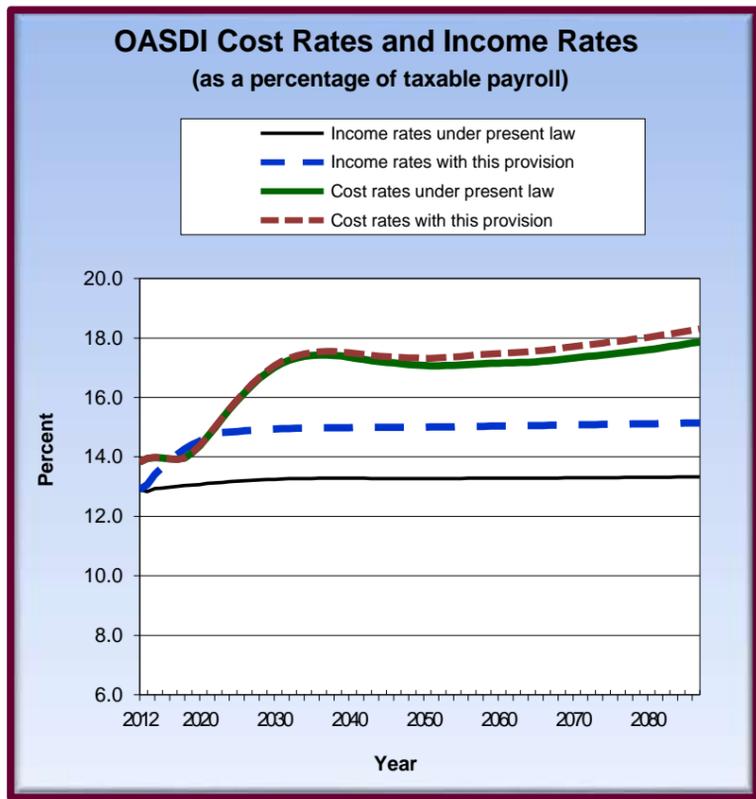


Summary Measures and Graphs

Category of Change: Payroll Taxes (including maximum taxable)

Proposed Provision: Increase the taxable maximum until taxable earnings equal 90 percent of covered earnings (phased in 2013-2022). In addition, apply a tax rate of 6.2 percent for earnings above the revised taxable maximum (phased in from 2013-2022). Provide benefit credit on earnings taxed up to the revised taxable maximum.

| <u>Present Law</u> | | <u>Change From Present Law in</u> | | <u>Results with this provision</u> | |
|------------------------------|-----------------------------|-----------------------------------|-----------------------------|------------------------------------|-----------------------------|
| Long-Range Actuarial Balance | Annual Balance in 75th Year | Long-Range Actuarial Balance | Annual Balance in 75th Year | Long-Range Actuarial Balance | Annual Balance in 75th Year |
| -2.67% | -4.50% | 1.40% | 1.38% | -1.26% | -3.12% |



Estimates based on the intermediate assumptions of the 2012 Trustees Report

Office of the Chief Actuary, Social Security
January 4, 2013